



TOWN OF WEST HARTFORD

AGENDA ITEM SUMMARY

To: Town Council

From: Matt Hart, Town Manager

Date: 9/26/2017

CC: Peter Privitera, Finance Director

Subject: Resolution to Amend the Fiscal Year 2016-2017 General Fund Budget to Fund a Transfer to the Capital Non-Recurring Expenditure Fund (1362)

Background: Unaudited FY 2016/17 General Fund operating results show a surplus of approximately \$3,800,000. This resolution would authorize the transfer of \$3,200,000 of the surplus to the Capital Non-recurring Expenditure (CNRE) Fund. The balance of approximately \$600,000 would flow to General Fund fund balance.

Operational Impact: Retaining approximately \$600,000 of the FY 2016/17 surplus in the General Fund would enable the Town to maintain its fund balance at 8.1% of expenditures. Transferring the balance of \$3,200,000 to the CNRE Fund would make those funds available for future appropriation by the Town Council.

Financial Impact: Town Council adoption of this resolution would have a direct fiscal impact on the FY 2016/17 budget of the General Fund. Estimated current year taxes and motor vehicle supplement revenue would increase with a corresponding appropriation for transfer to the Capital Non-recurring Expenditure (CNRE) Fund. These funds would be available in the CNRE Fund for future appropriation.

Legal Review: Corporation Counsel's office has reviewed and approved the form and legality of the proposed resolution.

Recommendation: Staff recommends that the Town Council approve the attached resolution which would allow for a transfer of \$3,200,000 to the CNRE Fund, with the remaining \$600,000 moving to fund balance.

Attachments: See attached resolution.

**RESOLUTION TO AMEND THE FISCAL YEAR 2016-2017 GENERAL FUND BUDGET TO
FUND A TRANSFER TO THE CAPITAL NON-RECURRING EXPENDITURE FUND**

WHEREAS, actual Fiscal Year 2016-17 General Fund revenues exceeded total General Fund expenditures thereby creating a surplus of approximately \$3,800,000, and

WHEREAS, the Town wishes to appropriate \$3,200,000 of this surplus to fund a transfer to the Capital Non-Recurring Expenditure (CNRE) Fund, said funds to be available for future appropriation,

NOW, THEREFORE, BE IT RESOLVED BY THE TOWN COUNCIL OF THE TOWN OF WEST HARTFORD that a transfer of \$3,200,000 to the CNRE Fund is hereby authorized and the Fiscal Year 2016-2017 General Fund budget is hereby amended as follows:

Increase Estimated Revenues

01-911000-90000-9001	Current Year Taxes	\$2,700,000
01-911000-90000-9004	Motor Vehicle Supplement	\$500,000

Increase Appropriations

01-900100-10503-4058	Transfer to CNRE Fund	\$3,200,000
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Hart

9/26/2017